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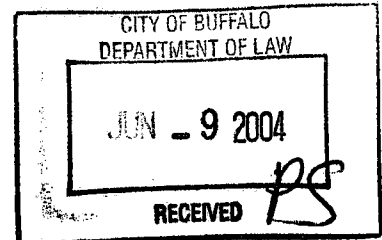


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F. PAUL NORTON
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June 8, 2004

City of Buffalo Corporation Counsel Office
City Hall
65 Niagara Street
Buffalo, New York 14202
Department of Law
Attn: Peter Savage, Esq.
Assistant Corporation Counsel



Re: Plastic Systems, Inc.

Dear Mr. Savage:

Thank you for your phone message of June 5, 2004. This letter will also serve to indicate that I represent Plastic Systems, Inc. which is a tenant of Mr. Kraus at 254 Rano Street, Buffalo, New York. My clients have indicated to me that their rent is completely paid up until the end of June and they are on a month to month basis.

They also indicate to me that they do not believe their part of the complex is untenable and they do not believe that it is so bad that it has to be condemned. They do not take any position with regard to the rest of the building.

They have been looking into the electrical problem and having the electricity rewired for their particular part of the building. They have also been attempting to find someone from the mortgagee to deal with as they believe Mr. Kraus has not made the mortgage payments and is allowing the mortgagee GE Capital to either foreclose or take the place back by deed, I am not sure.

I believe attorney Wayne Freid's office is representing Mr. Kraus.

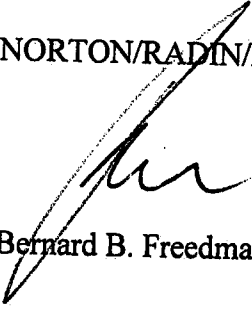
You have indicated to me that there is a court date of June 28, 2004 and I would appreciate it if you could indicate to me what part and at what time this matter is intending to be called. If you can send me a copy of the papers that would be good but I want you to understand that I do not represent Mr. Kraus or an entity that he has with regard to the building or in any other way. My only interest is my client Plastic Systems and the principals therein; Gerald Sinatra and Dan McNamara who rent space at the location.

I thank you for all cooperation that you give in this matter.

Thank you.

Very truly yours,

NORTON/RADIN/HOOVER/FREEDMAN



Bernard B. Freedman

BBF/eac
CC: Dan McNamara
Gerald Sinatra